

City of Miami Beach - Special City Commission Meeting
Commission Chambers, 3rd Floor, City Hall
1700 Convention Center Drive
September 9, 2004

Mayor David Dermer
Vice-Mayor Richard L. Steinberg
Commissioner Matti Herrera Bower
Commissioner Simon Cruz
Commissioner Luis R. Garcia, Jr.
Commissioner Saul Gross
Commissioner Jose Smith

City Manager Jorge M. Gonzalez
City Attorney Murray H. Dubbin
City Clerk Robert E. Parcher

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ATTENTION ALL LOBBYISTS

Chapter 2, Article VII, Division 3 of the City Code of Miami Beach entitled "Lobbyists" requires the registration of all lobbyists with the City Clerk prior to engaging in any lobbying activity with the City Commission, any City Board or Committee, or any personnel as defined in the subject Code sections. Copies of the City Code sections on lobbyists laws are available in the City Clerk's office. Questions regarding the provisions of the Ordinance should be directed to the Office of the City Attorney.

REGULAR AGENDA

R7 - Resolutions

- R7A1 A Resolution Adopting: 1) The Tentative Ad Valorem Millage Of 7.425 Mills For General Operating Purposes, Which Is Seventeen And Six Tenths Percent (17.6%) Greater Than The "Rolled-Back" Rate Of 6.314 Mills; And 2) The Debt Service Millage Rate Of 0.748 Mills; Further Setting The Second Public Hearing To Consider The Millage Rate For Fiscal Year 2004/05, On Tuesday, September 28, 2004 At 5:01 p.m. **5:01 p.m. First Reading, Public Hearing.** (Page 1)
(Budget Department)
- R7A2 A Resolution Adopting Tentative Budgets For The General, RDA Ad Valorem Taxes, Enterprise, And Internal Service Funds For Fiscal Year 2004/05 Subject To A Second Public Hearing Scheduled On Tuesday, September 28, 2004 At 5:01 p.m. **5:01 p.m. First Reading, Public Hearing**
(Page 10)
(Budget Department)

- R7B1 A Resolution Of The Board Of Directors Of The Normandy Shores Local Government Neighborhood Improvement District Adopting The Tentative Ad Valorem Millage Of 1.123 Mills For Fiscal Year 2004/05 For The Normandy Shores Local Government Neighborhood Improvement District, Which Is Thirteen And Five Tenths Percent (13.5%) Greater Than The "Rolled-Back" Rate Of 0.989 Mills, Subject To A Second Public Hearing Scheduled On Tuesday, September 28, 2004, At 5:02 p.m.
5:02 p.m. First Reading, Public Hearing (Page 19)
(Budget Department)
- R7B2 A Resolution Of The Board Of Directors Of The Normandy Shores Local Government Neighborhood Improvement District Adopting The Tentative Operating Budget For Fiscal Year 2004/05 Subject To A Second Public Hearing Scheduled On Tuesday, September 28, 2004 At 5:02 p.m. **5:02 P.M. First Reading, Public Hearing** (Page 24)
(Budget Department)

End of Regular Agenda

CITY OF MIAMI BEACH
COMMISSION ITEM SUMMARY



Condensed Title:

A Resolution adopting: 1) the tentative ad valorem millage of 7.425 mills for general operating purposes which is seventeen and six tenths percent (17.6%) greater than the "Rolled-back" rate of 6.314 mills; 2) the debt service millage rate of 0.748 mills; and 3) setting Tuesday, September 28, 2004, at 5:01 p.m., for the second public hearing to consider the millage rate for Fiscal Year 2004/05.

Issue:

Shall the Mayor and City Commission approve the tentative millage, the debt service millage and set the second public hearing for September 28, 2004?

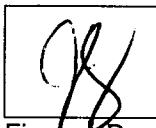
Item Summary/Recommendation:

The Administration recommends adopting the resolution which sets the FY 2004/05 operating millage for general operating purposes, debt service millage, and sets the second public hearing for September 28, 2004.

Advisory Board Recommendation:

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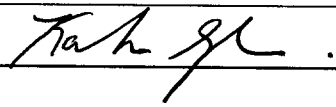
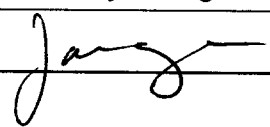
Financial Information:

Source of Funds:		Amount	Account	Approved
 Finance Dept.	1			
	2			
	3			
	4			
	Total			

City Clerk's Office Legislative Tracking:

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Sign-Offs:

Department Director	Assistant City Manager	City Manager
		

AGENDA ITEM R7A1
DATE 9-9-04

CITY OF MIAMI BEACH

CITY HALL 1700 CONVENTION CENTER DRIVE MIAMI BEACH, FLORIDA 33139
<http://ci.miami-beach.fl.us>



COMMISSION MEMORANDUM

TO: Mayor David Dermer and
Members of the City Commission

DATE: September 9, 2004

FROM: Jorge M. Gonzalez
City Manager

SUBJECT: A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING: 1) THE TENTATIVE AD VALOREM MILLAGE OF 7.425 MILLS FOR GENERAL OPERATING PURPOSES, WHICH IS SEVENTEEN AND SIX TENTHS PERCENT (17.6%) GREATER THAN THE "ROLLED-BACK" RATE OF 6.314 MILLS; AND 2) THE DEBT SERVICE MILLAGE RATE OF 0.748 MILLS; FURTHER SETTING THE SECOND PUBLIC HEARING TO CONSIDER THE MILLAGE RATE FOR FISCAL YEAR 2004/05, ON TUESDAY, SEPTEMBER 28, 2004 AT 5:01 P. M.

ADMINISTRATION RECOMMENDATION

The Administration recommends that the City Commission adopt the attached Resolution which sets the following:

1) Tentatively adopted millage rates for Fiscal Year (FY) 2004/05

General Operating	7.299 mills	(7.299 last year)
Capital Replacement & Renewal	<u>0.126 mills</u>	(0.000 last year)
Total Operating Millage	7.425 mills	(7.299 last year)
Debt Service	<u>0.748 mills</u>	(0.874 last year)
Total	8.173 mills	(8.173 last year)

- 2) The tentatively adopted combined millage rate of 8.173 mills is equal to the 8.173 combined millage rate for FY 2003/04. The tentatively adopted operating millage rate for FY 2004/05 is 7.425 mills. State statute requires that we advertise that this rate is 17.6 % greater than the "Rolled-back" rate of 6.314 mills.
- 3) The second public hearing to consider the final millage rates and budgets for FY 2004/05 shall be on Tuesday, September 28, 2004 at 5:01 P.M., in the City Commission Chambers, City Hall, 1700 Convention Center Drive.

PROCEDURE

Florida Statutes 200.065 requires that at the conclusion of the first public hearing on the proposed tax rate and budget, the City Commission proceed in the following specific manner:

1. Adopt a tentative ad valorem millage rate for FY 2004/05 operating purposes. This is accomplished by adopting a Resolution that includes the percentage increase or decrease over the "Rolled-back" rate; the required Debt Service millage rate; and, the date, time, and place of the second public hearing.

State statute requires that only the title be read aloud.

2. Adopt a tentative general operating budget for FY 2004/05. Also included, are budgets for the Enterprise and Internal Service Funds. This is accomplished by adopting a companion Resolution. (See accompanying Agenda Item R7A2).

Both the millage and budget Resolutions must be adopted again after a second and final public hearing.

Procedurally, a millage either greater than or less than **7.425** mills may be adopted at this first hearing. However, any millage rate adopted at the end of either the first or second public hearings which exceeds the millage rate of 7.425 mills established on July 28, 2004, and certified to the Property Appraiser, would require **mailing of a revised notice of property taxes to each taxpayer. The notice would be prepared by the Property Appraiser, at the expense of the taxing authority.**

ANALYSIS OF PROPERTY VALUES IN MIAMI BEACH

On July 1, 2004, the City received the "2004 Certification of Taxable Value" from the Miami-Dade County Property Appraiser. It stated that the preliminary gross taxable value of both real and personal property for the City of Miami Beach is \$14,040,817,181, including \$348,941,191 in new construction, which is the largest increase this City has experienced in its recent history.

The preliminary 2004 value represents an increase of 18.5 percent over 2003's final value of \$11,844,748,005. Alternately, the increase is 16.1 percent over 2003's preliminary value of \$12,094,161,830. The difference of \$249,413,825 between 2003's preliminary and final values represents the equalization loss of less than 2.1 percent due to appeals, etc.

The comparative assessed values for the Miami Beach Redevelopment Agency South Pointe redevelopment district increased by \$420,147,746 or 32.1 percent from \$1,307,656,152 to \$1,727,803,898. The assessed values in the City Center redevelopment district increased \$134,571,293 or 9.0 percent from \$1,498,627,666 to \$1,633,198,959.

DETERMINING THE OPERATING MILLAGE LEVY

The first building block in developing a municipal budget is the establishment of the value of one mill of taxation, wherein the mill is defined as \$1.00 of ad valorem tax for each \$1,000 of property value. For the City of Miami Beach, this value is determined by the 2004 Certification of Taxable Value and has been set at \$14,040,817. Florida Statutes permit a discount of up to five percent for early payment discounts, delinquencies, etc. For the City of Miami Beach, the discount utilized is 3.5 percent. Therefore, the 96.5 percent value of the mill is \$13,549,388.

The proposed millage rate of 7.425 mills will generate ad valorem tax revenues of \$100,604,206 (of which \$21,223,277 will be transferred to the Redevelopment Agencies) for a net revenue total of \$79,380,929 in the General Fund. The \$79,380,929 includes \$1,347,070 for Capital Replacement and Renewal. Excluding this amount, the General Fund increased \$9,864,883 (14.5%) from \$68,168,976 to \$78,033,859.

DETERMINING THE DEBT SERVICE MILLAGE LEVY

The debt service payment for FY 2004/05 is \$10,134,942 and requires a tax rate of 0.748 mills. This rate is 0.126 mills, or fourteen and four tenths percent (14.4%) less than the FY 2003/04 rate of 0.874 mills. The decrease in millage of 0.126 mills is proposed to be dedicated for Capital Replacement and Renewal.

COMBINING THE OPERATING AND DEBT SERVICE MILLAGE LEVIES

Illustrated below is a comparison of the combined millage rates and ad valorem revenues to the City of Miami Beach for FY 2003/04 (final) and FY 2004/05 (preliminary).

	Tax Rate			Tax Levy		
	FY 03/04	FY 04/05	Inc/(Dec)	FY 03/04	FY 04/05	Inc/(Dec)
General Operating	7.299	7.425	0.126	\$83,428,898	\$100,604,206	\$17,715,308
Debt Service	0.874	0.748	(0.126)	9,989,979	10,134,942	144,963
TOTAL	8.173	8.173	(0.000)	\$93,418,877	\$110,739,118	\$17,320,271

If these recommended tax rates are tentatively adopted, then the combined tax rate will remain the same as the current year. The operating millage will increase by 0.126, for Capital Replacement and Renewal and debt service millage will decrease by 0.126 mills.

COMBINING JURISDICTIONAL OPERATING AND DEBT SERVICE MILLAGE LEVIES

City of Miami Beach property owners must also pay property taxes to Miami-Dade County, the Miami-Dade County School Board, the South Florida Water Management District, and the Florida Inland Navigation District. In FY 03/04, the Miami Beach portion of the total tax bill was 32.4 percent. **The proposed millage rates for FY 2004/05 will place the Miami Beach portion of the tax bill to 32.9 percent based on tax rates announced by other jurisdictions.**

Revised FY 2004/05 tax rates may be considered by Miami-Dade County on September 7, 2004. The countywide tax rate will remain at 5.969 mills; the County's debt service will remain at 0.285 mills. The Library District and the Children's Trust have announced that the millage will remain at 0.486 mills and 0.500 mills respectively. While it is not possible to determine the exact amount returned in additional services, it should be noted that Miami-Dade County returned \$13,915,951 during FY 2003/04 in tax-increment funds for the Redevelopment Agency and its two tax-increment districts.

The Miami-Dade County School Board is scheduled to discuss its final tax rate on September 8, 2004, but has tentatively announced a rate of 8.687 mills; a decrease of 0.413 mills. The South Florida Water Management District has proposed no increase from the current rate of 0.697 mills. The South Florida Inland Navigation District has proposed no increase from the current rate of 0.039 mills.

Illustrated below are the current and proposed tax rates for the multiple taxing authorities.

Taxing Jurisdiction	Adopted FY 03/04	Proposed FY 04/05	Inc/(Dec)	% Change	% of Total
Miami Beach					32.9
General Operating	7.299	7.299	0.000	0.0	
Capital Replacement	0.000	0.126	0.126	100.0	
Debt Service	0.874	0.748	(0.126)	(14.4)	
Miami-Dade County					29.1
Countywide Operating	5.969	5.969	0.000	0.00	
Library	0.486	0.486	0.000	0.00	
Children's Trust	0.500	0.500	0.000	0.00	
Debt Service	0.486	0.486	0.000	0.00	
School Board	9.100	8.687	(0.413)	(4.5)	35.0
Other	0.736	0.736	0.000	0.00	3.0
Totals	25.249	24.836	(0.413)	(1.64)	100.00

COMBINED MILLAGE LEVY IMPACT ON THE HOMEOWNER

Amendment 10 to the State Constitution took effect on January 1, 1995 and limited the increase in assessed value of homesteaded property to the percentage increase in the consumer price index (CPI) or three percent (3%), whichever is less. For 2004, the CPI has been determined to be 1.9 percent and therefore, the increase is capped at 1.9 % for increased values as of January 1, 2004. The \$25,000 homestead exemption is applied after the increase in value as follows: assuming that the average residential property in Miami Beach was valued at \$200,000, that value is increased by the 1.9 % percent to a new value of \$203,800. The homestead exemption of \$25,000 is then deducted, yielding a taxable value of \$178,800.

Using the proposed tax rates, that value is then taxed as follows:

Taxing Jurisdiction	Proposed @ 7.299	Operating
	0.126	Capital Replacement
	<u>0.748</u>	Debt Service
	8.173	
Miami Beach	\$27.73	Operating
	22.53	Capital Replacement
	<u>(19.21)</u>	Debt Service
	\$31.05	
Miami-Dade County	27.51	
School Board	(39.26)	
Other	<u>2.78</u>	
Totals	<u>\$22.08</u>	

At the combined proposed millage rate of 8.173, the total dollars for both operating and debt service paid to the City when compared to the prior year's taxable value of \$200,000 and the same millage rate, would increase by \$31.05. The overall taxes would increase by \$22.08. This, of course, assumes that the other taxing jurisdictions adopt these millages.

SECOND PUBLIC HEARING

The second public hearing on the tentatively adopted millage rate and budget for FY 2004/05 must be advertised no later than 15 days after the first public hearing. It is recommended that the second public hearing be set for Tuesday, September 28, 2004 at 5:01 P.M., in the City Commission Chambers, City Hall, 1700 Convention Center Drive.

CONCLUSION

The Administration recommends adoption of the attached Resolution which sets both tentative operating and debt service millage rates for FY 2004/05 and establishes a second public hearing to be held on Tuesday, September 28, 2004, at 5:01 P. M.

RESOLUTION NO. _____

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING: 1) THE TENTATIVE AD VALOREM MILLAGE OF 7.425 MILLS FOR GENERAL OPERATING PURPOSES, WHICH IS SEVENTEEN AND SIX TENTHS PERCENT (17.6%) GREATER THAN THE "ROLLED-BACK" RATE OF 6.314 MILLS; AND 2) THE DEBT SERVICE MILLAGE RATE OF 0.748 MILLS; FURTHER SETTING THE SECOND PUBLIC HEARING TO CONSIDER THE MILLAGE RATE FOR FISCAL YEAR 2004/05, ON TUESDAY, SEPTEMBER 28, 2004 AT 5:01 P. M.

WHEREAS, Section 200.065, Florida Statutes, requires that at the conclusion of the first public hearing on the City's proposed tax rate and budget, the City Commission: 1) adopt a tentative ad valorem millage rate for Fiscal Year 2004/05 operating purposes; and 2) the required Debt Service millage rate; this is accomplished by adopting a Resolution that includes the percentage increase or decrease over the "rolled-back" rate; and

WHEREAS, on July 28, 2004, the City Commission following a duly noticed public hearing, adopted Resolution No. 2004-25632, which set the proposed millage rates at 7.425 mills for general operating purposes, and 0.748 mills for debt service; and

WHEREAS, at this time the Administration would recommend that the City Commission set the second and final public hearing to consider the aforesaid millage rates for Fiscal Year 2004/05.

NOW THEREFORE, BE IT DULY RESOLVED BY THE MAYOR AND THE CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, as follows:

(1) Pursuant to Section 200.065, Florida Statutes, there is hereby levied a tax for the Fiscal Year (FY) 2004/05, on all taxable and non-exempt real and personal property located within the corporate limits of the City of Miami Beach, Florida, as follows:

- (a) For the purpose of operating the government of the City, the rate assigned amounts to 7.425 mills. Also included are appropriate reserves and contingencies, which are not limited to reserves for tax discounts and abatements of uncollected taxes.

The millage rate reflected is seventeen and six tenths percent (17.6%) greater than the "Rolled-back" rate of 6.314 mills.

- (b) For the purpose of providing payment on the principal and interest portions of the General Obligation Bond Debt outstanding, the rate assigned amounts to 0.748 mills.

(2) The tentative adopted millage rates for the City of Miami Beach, Florida for FY 2004/05 are subject to a second and final public hearing, herein set for and to be held at 5:01 p.m., Tuesday, September 28, 2004, in the City Commission Chambers, City Hall, 1700 Convention Center Drive, Miami Beach, Florida.

PASSED and ADOPTED this 9th day of September, 2004.

ATTEST:

CITY CLERK

MAYOR

**APPROVED AS TO
FORM & LANGUAGE
& FOR EXECUTION**



City Attorney

9/1/04
Date

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**CITY OF MIAMI BEACH
COMMISSION ITEM SUMMARY**



Condensed Title:

A Resolution adopting the tentative budgets for the General, RDA Ad Valorem Taxes, Enterprise, and Internal Service Funds for Fiscal Year 2004/05 subject to a second public hearing scheduled on Tuesday, September 28, 2004 at 5:01 P.M.

Issue:

Shall the Mayor and City Commission approve the tentative budgets for the General, RDA Ad Valorem Taxes, Enterprise, and Internal Service Funds for Fiscal Year 2004/05 and set a second public hearing for September 28, 2004?

Item Summary/Recommendation:

The Administration recommends adopting the tentative budgets for the General, RDA Ad Valorem Taxes, Enterprise, and Internal Service Funds for Fiscal Year 2004/05 subject to a second public hearing on September 28, 2004.

Advisory Board Recommendation:

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Financial Information:

Source of Funds:		Amount	Account	Approved
	1	\$168,032,998	General Fund Operating	
	2	10,134,942	G.O. Debt Service	
	3	21,223,277	RDA Funds-Ad Valorem Taxes	
	4	98,825,803	Enterprise Funds	
	5	40,461,583	Internal Service Funds	
Finance Dept.	Total	\$338,678,603		

City Clerk's Office Legislative Tracking:

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Sign-Offs:

Department Director	Assistant City Manager	City Manager

AGENDA ITEM R7A2
DATE 9-9-04

CITY OF MIAMI BEACH

CITY HALL 1700 CONVENTION CENTER DRIVE MIAMI BEACH, FLORIDA 33139



COMMISSION MEMORANDUM

TO: Mayor David Dermer and
Members of the City Commission

DATE: September 9, 2004

FROM: Jorge M. Gonzalez
City Manager

SUBJECT: A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING TENTATIVE BUDGETS FOR THE GENERAL, RDA AD VALOREM TAXES, ENTERPRISE, AND INTERNAL SERVICE FUNDS FOR FISCAL YEAR 2004/05 SUBJECT TO A SECOND PUBLIC HEARING SCHEDULED ON TUESDAY, SEPTEMBER 28, 2004 AT 5:01 P.M.

ADMINISTRATION RECOMMENDATION

The Administration recommends that the City Commission adopt the attached Resolution which establishes tentative budgets for the General, RDA Ad Valorem Taxes, Enterprise, and Internal Service Funds for Fiscal Year (FY) 2004/05.

PROCEDURE

As outlined in the companion Agenda Item R7A1, Section 200.065, Florida Statutes specifies the manner in which budgets are adopted. First, the tentative millage rate for both the general operating and debt service is adopted, then immediately thereafter, tentative budgets by fund are adopted. The attached Resolution adopting tentative budgets for the General, RDA Ad Valorem Taxes, Enterprise, and Internal Service Funds for Fiscal Year 2004/05 is therefore presented to you at this time for adoption.

BACKGROUND

The budget development process has included participation from within and from outside City Hall. Budget briefings were held on March 10th, July 12th, 16th, and 20th to inform the Commission and the citizens of preliminary General Fund revenue projections and department expenditure requests for FY 2004/05.

The Budget Advisory Committee (BAC) reviewed the proposed budgets of all major departments and offered comments and suggestions throughout the process. In addition, the Finance & Citywide Projects Committee held a special meeting on July 22, 2004, for the purpose of informing both the Commission and the citizens about the status of the Proposed General Fund budget. Details of new and enhanced services and proposed budget cuts as well as Administration recommendations were provided to the Commission in early July.

On July 28, 2004, the City Commission adopted Resolution No. 2004-25632 which set the proposed operating millage at 7.299 mills, 0.126 mills for Capital Replacement and Renewal, and 0.748 mills for debt service. Due to a reduction of 0.126 mills in the debt service millage, the overall millage will be maintained at the FY 2003/04 level of 8.173 mills.

Maintaining the basic service level into FY 2004/05 will translate into an operating General Fund Budget of \$163,730,654 which is \$11,368,218 or 7.5% greater than the FY 2003/04 adopted budget of \$152,362,436. In addition, the budget adds \$2,955,274 for enhanced service levels and \$1,347,070 dedicated for Capital Replacement and Renewal. Therefore, the total General Fund operating budget is \$168,032,998 which is \$15,670,562 or 10.3% greater than the FY 2003/04 adopted budget of \$152,362,436. The Proposed Budget recommends implementing over \$2.2 million of newly identified adjustments within the organization.

The Proposed Budget includes new or increased services in the net amount of \$2.9 million. In the Office of Communications, funding has been provided for a quarterly newsletter to be mailed to all residents along with the Recreation Review and providing information on City events, performances and other items of interest to the citizens.

In the Office of Budget & Performance Improvement (OBPI), funding is being provided for a Systems Analyst for performance improvement who will start by working with the Building Department to improve their productivity by maximizing the use of existing software applications. These will include the permitting system, handheld computers, interactive voice response system and the new queuing system for walk-through customers. Additional funding has been allocated to provide clerical support to the OBPI Director.

In the City Clerk's Office, we have included funding to provide Spanish translation/subtitles for the taped City Commission meetings. Additional funding will provide internet access to all City documents currently scanned in Laser Fiche, opening public access to all City resolutions, ordinances, and contracts.

The Economic Development Department will be adding a Field Monitor for beach and market concessions, special events, and film permits. Costs will be fully offset by additional revenues generated.

Funding has been allocated to the Planning Department for a consultant study and a Senior Planner to develop a Major Use Special Permit review process to supplement or replace the existing concurrency management system. There is the potential to generate additional revenues in the future. One additional Senior Planner will provide better neighborhood planning including implementation of the neighborhood conservation ordinance.

In the area of Tourism & Cultural Development, operating subsidies will be provided to the Colony and Byron Carlyle Theaters that will be partially offset by revenues. The Bass Museum will receive City Center RDA revenues to pay the annual air conditioning maintenance agreement.

The Neighborhood Services area will create three Code Enforcement Officer positions to provide expanded coverage and enhanced service levels throughout the City. Funding for one of these positions will come from Community Development Block Grants (CDBG). Funding is also provided for a contract for nuisance animal removal. Additional funding is being provided to better address the homeless situation throughout the City.

The Parks & Recreation Department will receive funding for professional services and other support costs for additional landscaping related to completed CIP projects such as Washington Avenue, Orchard Park Streetscapes, the Regional Library, and La Gorce/Pine Tree and Marseille Drive. Funding from the City Center RDA will provide professional services and other support costs for additional landscaping related to the completed Beach Walk from 21st through 14th Streets. This budget also provides funding for a 10-year extended warranty for new exterior sport lighting at North Shore Park and Tennis Center. Lastly, an Urban Forester position will be added to manage the City's urban forest, including inventory and replacement reserve requirements for all City-owned trees, plan review focusing on green space, and education of the general public concerning tree issues.

In the Capital Improvement Projects Department, funding will provide professional services to perform construction document reviews and one Financial Analyst I position for processing invoices, charge backs, requisitions, and providing more timely payments and allowing project managers to dedicate additional time to projects. A Paralegal has been added to assist in responding to contractual and legal issues related to capital projects, provide for more timely completion of projects and allow project managers to dedicate additional time to projects. Additionally, two Field Inspectors will provide service to the three CIP districts as well as Parking projects.

The Police Department will be funding a consultant study to examine required staffing levels, scheduling, policies and guidelines. There will be a total of six additional police officers on the streets. This will be accomplished through a series of reassignments; one police officer for the Terrorism Task Force will be funded by the LETF, an additional Lieutenant and two police officers will be funded by the RDA, and two police officers will be transferred from the School Resource Unit of the Criminal Investigation Division and replaced by two civilians. Additional contract security personnel funding has been provided for the North Shore Park & Youth Center, Flamingo Park & Pool and for half a year at Normandy Park and Pool. The department will manage all contracted security personnel for the City.

The Fire Department has received funding to convert a Data Entry Clerk in the Fire Rescue Division from part time to full time to provide support for the medical director as well as the

Assistant Fire Chiefs. The Ocean Rescue Division has received funding to convert two part time lifeguard positions to full time to fully staff the 41st Street lifeguard stand. Two currently vacant fire inspector positions will be filled with state-certified inspectors which will allow two fire fighters to return to the front lines, with the anticipation that as additional positions become available we will continue this practice.

In the Sanitation area, funding will provide enhanced litter crews to the Mid-Beach 41st Street and North Beach 71st Street commercial districts. Waterway clean-up efforts in North Beach will be continued. The RDA will provide funding for litter crews for completed CIP projects including the Beach Walk and the completed areas of Collins Park Cultural Center. Additional funding is provided for a part time auditor in OBPI who will enhance monitoring of franchise fees, roll-off fees, and right-of-way fees and generating an equal increase in revenues.

The Proposed Budget has an additional 0.126 millage dedicated for Capital Replacement and Renewal. As I proposed in the FY 2003/04 General Fund budget, once again the City has an opportunity to establish a restricted account for the renewal and replacement of the City's facilities and infrastructure. This concept is in response to concerns expressed by our citizens throughout the development and implementation of our Capital Improvement Program and the administration's desire to maintain the City in a "world-class" manner.

This additional millage will result in a restricted amount of approximately \$1.35 million to be used exclusively to provide for replacement and renewal of capital items related to our facilities and infrastructure over and above the \$27.4 million already included in the City's Proposed FY 2004/05 Budget for recurring maintenance. This additional millage would be reviewed and approved each year by the City Commission as part of the budget process, and would be used exclusively to address major capital replacement and renewal needs for General Fund departments for those capital expenditures that help to extend or replace the useful life of our facilities and infrastructure. The specific list of projects, as included in the Proposed Budget, will be submitted to the City Commission for final approval at the second public hearing in September. Funding for these needs has never been provided in the Budget.

CONCLUSION

The Administration recommends adoption of the attached Resolution which establishes tentative budgets for General, RDA Ad Valorem Taxes, Enterprise, and Internal Service Funds for Fiscal Year 2004/05, subject to a second public hearing scheduled on Tuesday, September 28, 2004 at 5:01 P.M.

JMG:KGB:JC



RESOLUTION NO. _____

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, ADOPTING TENTATIVE BUDGETS FOR THE GENERAL, RDA AD VALOREM TAXES, ENTERPRISE, AND INTERNAL SERVICE FUNDS FOR FISCAL YEAR 2004/05 SUBJECT TO A SECOND PUBLIC HEARING SCHEDULED ON TUESDAY, SEPTEMBER 28, 2004 AT 5:01 P.M.

NOW THEREFORE, BE IT DULY RESOLVED BY THE MAYOR AND THE CITY COMMISSION OF THE CITY OF MIAMI BEACH, FLORIDA, that the City of Miami Beach hereby adopts tentative budgets for the General, RDA Ad Valorem Taxes, Enterprise, and Internal Service Funds for Fiscal Year 2004/05 as summarized and listed below, subject to a second public hearing scheduled at 5:01 P.M., Tuesday, September 28, 2004.

REVENUES

	GENERAL	RDA	ENTERPRISE	INTERNAL SERVICE	TOTALS
GENERAL OPERATING REVENUES					
Ad Valorem Taxes	\$ 78,033,859				\$ 78,033,859
Ad Valorem Taxes-Capital Replace	1,347,070				1,347,070
Ad Valorem Taxes-Normandy Shores	92,301				92,301
Other Taxes	19,568,600				19,568,600
Licenses and Permits	11,446,631				11,446,631
Intergovernmental	11,117,000				11,117,000
Charges for Services	6,141,136				6,141,136
Fines and Forfeits	1,404,000				1,404,000
Interest	2,700,000				2,700,000
Rents and Leases	2,679,145				2,679,145
Miscellaneous	6,409,227				6,409,227
Other-Resort Tax contribution	18,928,608				18,928,608
Other-Non Operating revenues	8,165,421				8,165,421
Subtotal	<u>\$ 168,032,998</u>				<u>\$ 168,032,998</u>
G.O. DEBT SERVICE					
Ad Valorem Taxes	\$ 10,134,942				\$ 10,134,942
Subtotal	<u>\$ 10,134,942</u>				<u>\$ 10,134,942</u>
FUND TOTAL	<u>\$ 178,167,940</u>				<u>\$ 178,167,940</u>
RDA FUNDS					
Ad Valorem Taxes-RDA So.Pointe		\$ 11,766,831			\$ 11,766,831
Ad Valorem Taxes-RDA City Center		9,456,446			9,456,446
FUND TOTAL		<u>\$ 21,223,277</u>			<u>\$ 21,223,277</u>
ENTERPRISE FUNDS					
Convention Center/TOPA			\$ 14,572,374		\$ 14,572,374
Parking			21,566,690		21,566,690
Sanitation			7,691,739		7,691,739
Sewer Operations			26,847,000		26,847,000
Stormwater Operations			8,050,000		8,050,000
Water Operations			20,098,000		20,098,000
FUND TOTAL			<u>\$ 98,825,803</u>		<u>\$ 98,825,803</u>

REVENUES continued					
	GENERAL	RDA	ENTERPRISE	INTERNAL SERVICE	TOTALS
DEPARTMENT/FUNCTION					
INTERNAL SERVICE FUNDS					
Central Services				\$ 753,316	\$ 753,316
Fleet Management				5,672,138	5,672,138
Information Technology				11,091,771	11,091,771
Property Management				7,321,436	7,321,436
Risk Management				15,622,922	15,622,922
FUND TOTAL				<u>\$ 40,461,583</u>	<u>\$ 40,461,583</u>
TOTAL - ALL FUNDS	<u>\$ 178,167,940</u>	<u>\$ 21,223,277</u>	<u>\$ 98,825,803</u>	<u>\$ 40,461,583</u>	<u>\$ 338,678,603</u>

APPROPRIATIONS					
	GENERAL	RDA	ENTERPRISE	INTERNAL SERVICE	TOTALS
DEPARTMENT/FUNCTION					
MAYOR & COMMISSION	\$ 1,260,879				\$ 1,260,879
ADMINISTRATIVE SUPPORT SERVICES					
CITY MANAGER	1,888,209				1,888,209
Communications	272,588				272,588
BUDGET & PERFORMANCE IMPROVE	1,549,053				1,549,053
FINANCE	3,460,126				3,460,126
Procurement	706,999				706,999
Information Technology				11,091,771	11,091,771
HUMAN RESOURCES	1,393,979				1,393,979
Risk Management				15,622,922	15,622,922
LABOR RELATIONS	193,332				193,332
CITY CLERK	1,497,081				1,497,081
Central Services				753,316	753,316
CITY ATTORNEY	3,198,595				3,198,595
ECONOMIC DEV. & CULTURAL ARTS					
Economic Development					
ECONOMIC DEVELOPMENT	854,064				854,064
BUILDING	5,482,359				5,482,359
PLANNING	2,615,594				2,615,594
Cultural Arts					
TOURISM & CULTURAL DEVELOP.	1,138,403				1,138,403
BASS MUSEUM	1,259,432				1,259,432
CONVENTION CENTER/TOPA			14,572,374		14,572,374
OPERATIONS					
NEIGHBORHOOD SERVICES	3,730,078				3,730,078
PARKS & RECREATION	21,515,815				21,515,815
PUBLIC WORKS	6,073,888				6,073,888
Property Management				7,321,436	7,321,436
Sanitation			7,691,739		7,691,739
Sewer Operations			26,847,000		26,847,000
Stormwater Operations			8,050,000		8,050,000
Water Operations			20,098,000		20,098,000
CAPITAL IMPROVEMENT PROGRAM	2,767,082				2,767,082
PARKING			21,566,690		21,566,690
FLEET MANAGEMENT				5,672,138	5,672,138
PUBLIC SAFETY					
POLICE	61,372,608				61,372,608
FIRE	36,244,187				36,244,187

APPROPRIATIONS-continued					
	GENERAL	RDA	ENTERPRISE	INTERNAL SERVICE	TOTALS
DEPARTMENT/FUNCTION					
CITYWIDE ACCOUNTS					136,663
CITYWIDE ACCOUNTS-Normandy Sh.	136,663				136,663
CITYWIDE ACCOUNTS-Operating Cont.	1,000,000				1,000,000
CITYWIDE ACCOUNTS-Other	7,074,914				7,074,914
CAPITAL REPLACEMENT & RENEWAL	1,347,070				1,347,070
Subtotal	<u>\$ 168,032,998</u>	<u>\$ 0</u>	<u>\$ 98,825,803</u>	<u>\$ 40,461,583</u>	<u>\$ 307,320,384</u>
G.O.DEBT SERVICE					10,134,942
Debt Service	10,134,942				10,134,942
Subtotal	<u>\$ 10,134,942</u>				<u>\$ 10,134,942</u>
RDA FUNDS					\$ 11,766,831
RDA So. Pointe		\$ 11,766,831			\$ 11,766,831
RDA City Center		9,456,446			9,456,446
		<u>\$ 21,223,277</u>			<u>\$ 21,223,277</u>
TOTAL - ALL FUNDS	<u>\$ 178,167,940</u>	<u>\$ 21,223,277</u>	<u>\$ 98,825,803</u>	<u>\$ 40,461,583</u>	<u>\$ 338,678,603</u>

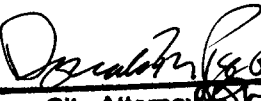
PASSED and ADOPTED this 9th day of September, 2004.

ATTEST:

CITY CLERK

MAYOR

**APPROVED AS TO
FORM & LANGUAGE
& FOR EXECUTION**



City Attorney

9/1/04
Date

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CITY OF MIAMI BEACH
COMMISSION ITEM SUMMARY



Condensed Title:

Resolution Of The Board Of Directors Of The Normandy Shores Local Government Neighborhood Improvement District Adopting The Tentative Ad Valorem Millage Of 1.123 Mills For Fiscal Year 2004/05 For The Normandy Shores Local Government Neighborhood Improvement District, Which Exceeds The "Rolled-Back" Rate Of 0.989 Mills By Thirteen And Five Tenths Percent (13.5%), Subject Of A Second Public Hearing Scheduled On Tuesday, September 28, 2004 At 5:02 P.M.

Issue:


Shall the Mayor and City Commission, acting in its capacity as the Board of Directors for the Normandy Shores Local Government Neighborhood Improvement District, adopt the attached resolution which sets the tentative millage and sets the date for the second public hearing.

Item Summary/Recommendation:

The Mayor and City Commission, acting in its capacity as the Board of Directors of the District, should adopt the attached resolution which sets the tentative millage and sets the date for the second public hearing.

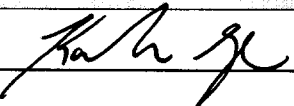
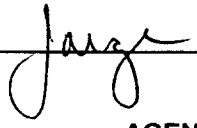
Advisory Board Recommendation:

Financial Information:

Source of Funds:		Amount	Account	Approved
 Finance Dept.	1			
	2			
	3			
	4			
	Total			

City Clerk's Office Legislative Tracking:

Sign-Offs:

Department Director	Assistant City Manager	City Manager
		

AGENDA ITEM

R7B1

DATE

9-9-04

CITY OF MIAMI BEACH

CITY HALL 1700 CONVENTION CENTER DRIVE MIAMI BEACH, FLORIDA 33139
www.ci.miami-beach.fl.us



COMMISSION MEMORANDUM

To: Mayor David Dermer and
Members of the City Commission

Date: September 9, 2004

From: Jorge M. Gonzalez
City Manager

Subject: A RESOLUTION OF THE BOARD OF DIRECTORS OF THE NORMANDY SHORES LOCAL GOVERNMENT NEIGHBORHOOD IMPROVEMENT DISTRICT ADOPTING THE TENTATIVE AD VALOREM MILLAGE OF 1.123 MILLS FOR FISCAL YEAR 2004/05 FOR THE NORMANDY SHORES LOCAL GOVERNMENT DISTRICT, WHICH IS THIRTEEN AND FIVE TENTHS PERCENT (13.5%) GREATER THAN THE "ROLLED-BACK" RATE OF 0.989 MILLS, SUBJECT TO A SECOND PUBLIC HEARING SCHEDULED ON TUESDAY, SEPTEMBER 28, 2004 AT 5:02 P.M.

ADMINISTRATION RECOMMENDATION

The Administration recommends that the Mayor and City Commission, acting in its capacity as the Board of Directors for the Normandy Shores Local Government Neighborhood Improvement District, adopt the attached resolution which sets the following:

- 1) The tentatively adopted millage rate for the Normandy Shores Neighborhood Improvement District for FY 2004/05:

General Operating 1.123 mills (1.123 mills last year)

- 2) The tentatively adopted millage rate of 1.123 mills is 13.5% greater than the "Rolled-back" Rate of 0.989 mills.
- 3) The second public hearing to consider the final Normandy Shores District millage rate and budget for FY 2004/05 shall be at 5:02 P.M., Tuesday, September 28, 2004 in the City Commission Chambers, City Hall, 1700 Convention Center Drive.

BACKGROUND

The Normandy Shores Local Government Neighborhood Improvement District, a dependent taxing district of its principal, the City of Miami Beach, was established in 1994 to provide continual 24-hour security to this gated community; FY 2004/05 represents its eleventh year of operation.

It was established by Ordinance 93-2881, and has the authority "to levy an ad-valorem tax on real and personal property of up to two mills, provided that no parcel of property will be assessed more than \$500 annually for such improvements". However, on August 29, 2002, the Administration met with the Normandy Shores Local Government Neighborhood Improvement

District representatives and agreed to eliminate the \$500 cap on the highest valued home in the District. The enabling legislation was adopted by the Commission on September 25, 2002. This ensures that the City's contribution from the General Fund remains at 35% of the operating budget of the District.

During FY 1998/99, the amount of annual funding to be provided by the City and the dependent status of the District were issues discussed by the Finance and Citywide Projects Committee. A determination was reached that the City would fund 35% of the annual cost of the operation of the community guard gate. This cost will eventually be funded from the golf course operation of the Normandy Shores Golf Course. The City Attorney's Office is reviewing the issue regarding the dependent status of the District. It was further agreed that the City would continue to supplement the District at current levels until both issues were resolved.

PROCEDURE

The operating millage and budget for this dependent special taxing district must be adopted in accordance with Florida Statutes. This procedure requires that this Resolution be considered immediately after the millage and budget of the principal taxing authority, i.e., City of Miami Beach.

It also prescribes that a tentative millage be adopted first. This is accomplished by adopting a Resolution which states the percent increase or decrease over the "Rolled-back" rate, and the date, time, and place of the second public hearing scheduled to adopt the final millage. Following this, another Resolution which tentatively adopts the Normandy Shores District operating budget must be approved. (See accompanying Agenda item R7B2 for details).

The statute requires the name of the taxing authority, the rolled-back rate, the percentage increase, and the millage rate be publicly announced before adoption of the millage resolution.

ANALYSIS

On July 1, 2004, the City received the 2004 Certification of Taxable Value from the Property Appraiser's Office stating that the taxable value for Normandy Shores is \$85,172,305, which included \$33,243 in new construction. The preliminary value represents an increase of 13.6 percent over 2003's final value of \$75,009,529. Alternately, the increase is 12.9 percent over 2003's preliminary value of \$75,443,157. The difference of \$433,628 between 2003's preliminary and final values represents the equalization loss of less than one percent due to appeals.

The tentative ad valorem millage recommended by the Administration is 1.003 mills to provide the current level of security required by this district. This tax levy will generate proceeds of \$82,438. The total operating budget to provide security services at the current service level to this district is \$126,800. This is comparable to the current year end projections. The difference between the revenues which will be generated from ad-valorem tax proceeds and the total budgetary requirement of the district must be supplemented by a contribution from the General Fund in the amount of \$44,362 or 35% of the total operating budget for the current service levels.

The General Fund has funded this difference for each of the ten years since the District was established. The amount provided by the General Fund for this purpose in FY 2003/04 was \$44,042.

In addition, a meeting was held on July 21, 2004 between the Normandy Shores Local Government Neighborhood Improvement Committee and the Administration to discuss additional needs of the neighborhood. The Committee unanimously approved an increase to the budget of \$9,863 to pay for additional security cameras and a small contingency. This additional amount will be paid by establishing the millage at the current rate of 1.123 which will generate revenues of \$92,301. The difference between the recommended millage of 1.003 needed to fund current service levels and the 1.123 will generate \$9,863 to pay for the security cameras and a small contingency. The District's budget will increase by \$9,863 to \$136,663.

On July 28, 2004, the City Commission adopted Resolution 2004-25633 which set the proposed operating millage rate for the District at 1.123 mills. It must be noted that in accordance with State Statute, there is a 10 mill operating cap which cannot be exceeded without voter approval. Combining both millages from the dependent district (1.123) and the principal taxing authority (7.425) totals **8.548** mills, which is **1.452** mills less than the **10 mill cap**.

CONCLUSION

The City Commission, acting in its capacity as the Board of Directors of the District, should adopt the attached Resolution which establishes a tentative millage and schedules the second and final public hearing.

JMG:KGB:JC

A handwritten signature in black ink, appearing to be 'JMG' or similar, located below the typed name JMG:KGB:JC.

RESOLUTION NO. _____

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE NORMANDY SHORES LOCAL GOVERNMENT NEIGHBORHOOD IMPROVEMENT DISTRICT ADOPTING THE TENTATIVE AD VALOREM MILLAGE OF 1.123 MILLS FOR FISCAL YEAR 2004/05 FOR THE NORMANDY SHORES LOCAL GOVERNMENT NEIGHBORHOOD IMPROVEMENT DISTRICT, WHICH IS THIRTEEN AND FIVE TENTHS PERCENT (13.5%) GREATER THAN THE "ROLLED-BACK" RATE OF 0.989 MILLS, SUBJECT TO A SECOND PUBLIC HEARING SCHEDULED ON TUESDAY, SEPTEMBER 28, 2004 AT 5:02 P.M.

WHEREAS, for the purpose of providing security services within the Normandy Shores neighborhood area, the Mayor and City Commission adopted Ordinance No. 93-2881 on October 20, 1993, which authorized the creation of the Normandy Shores Local Government Neighborhood Improvement District (District); and

WHEREAS, Section 200.065, Florida Statutes, has specified the method by which municipalities may fix the operating millage rate and adopt an annual budget for dependent taxing districts; and

WHEREAS, on July 28, 2004, the City Commission adopted Resolution 2004-25633 which set the proposed operating millage rate for the District at 1.123 mills for the purpose of providing security services within the District; and

WHEREAS, on September 9, 2004, a public hearing was held before the Mayor and City Commission, acting as the Board, to discuss the tentative operating millage rate and operating budget for the District for Fiscal Year (FY) 2004/05.

NOW THEREFORE, BE IT DULY RESOLVED BY THE BOARD OF DIRECTORS OF THE NORMANDY SHORES LOCAL GOVERNMENT NEIGHBORHOOD IMPROVEMENT DISTRICT, that the Board hereby adopts the tentative operating millage rate of 1.123 mills for the District for FY 2004/05, which exceeds the "Rolled-back" rate of 0.989 mills by thirteen and five tenths percent (13.5%), subject to a second public hearing scheduled on Tuesday, September 28, 2004, at 5:02 P.M.

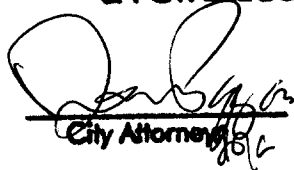
PASSED and ADOPTED this 9th day of September 2004.

ATTEST:

Secretary to the District

Chairperson of the District

**APPROVED AS TO
FORM & LANGUAGE
& FOR EXECUTION**



City Attorney

8/23/04

Date

CITY OF MIAMI BEACH
COMMISSION ITEM SUMMARY



Condensed Title:

A resolution adopting the tentative operating budget for the Normandy Shores Local Government Neighborhood Improvement District for Fiscal Year 2004/05 subject to a second public hearing scheduled on Tuesday, September 28, 2004 at 5:02 p.m.

Issue:

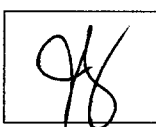
Shall the Mayor and City Commission, acting in its capacity as the Board of Directors for the Normandy Shores Local Government Neighborhood Improvement District, approve the tentative operating budget for the District for Fiscal Year 2004/05 in the amount of \$136,663 subject to a second Public Hearing scheduled on Tuesday, September 28, 2004, at 5:02 P.M.

Item Summary/Recommendation:

The Administration recommends adopting the tentative operating budget for the Normandy Shores Local Government Neighborhood Improvement District for Fiscal Year 2004/05 subject to a second Public Hearing scheduled on Tuesday, September 28, 2004, at 5:02 P.M.

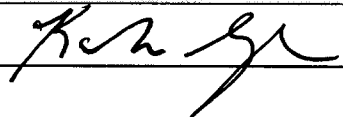
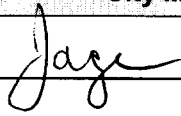
Advisory Board Recommendation:

Financial Information:

Source of Funds:		Amount	Account	Approved
 Finance Dept.	1	\$92,301	Normandy Shores District	
	2	44,362	General Fund	
	3			
	4			
	Total	\$136,663		

City Clerk's Office Legislative Tracking:

Sign-Offs:

Department Director	Assistant City Manager	City Manager
		

AGENDA ITEM R7B2
DATE 9-9-04

CITY OF MIAMI BEACH

CITY HALL 1700 CONVENTION CENTER DRIVE MIAMI BEACH, FLORIDA 33139
www.ci.miami-beach.fl.us



COMMISSION MEMORANDUM

To: Mayor David Dermer and
Members of the City Commission

Date: September 9, 2004

From: Jorge M. Gonzalez
City Manager

Subject: **A RESOLUTION OF THE BOARD OF DIRECTORS OF THE NORMANDY SHORES LOCAL GOVERNMENT NEIGHBORHOOD IMPROVEMENT DISTRICT ADOPTING THE TENTATIVE OPERATING BUDGET FOR FISCAL YEAR 2004/05 SUBJECT TO A SECOND PUBLIC HEARING SCHEDULED ON TUESDAY, SEPTEMBER 28, 2004 AT 5:02 P.M.**

ADMINISTRATION RECOMMENDATION

Adopt the Resolution which establishes the tentative operating budget for the District for Fiscal Year (FY) 2004/05 in the amount of \$136,663, subject to a second public hearing to be held on Tuesday, September 28, 2004.

BACKGROUND

The Normandy Shores Local Government Neighborhood Improvement District, a dependent taxing district of its principal, the City of Miami Beach, was established in 1994 to provide continual 24-hour security to this gated community; FY 2004/05 represents its eleventh year of operation.

It was established by Ordinance 93-2881, and has the authority "to levy an ad-valorem tax on real and personal property of up to two mills, provided that no parcel of property will be assessed more than \$500 annually for such improvements". However, on August 29, 2002, the Administration met with the Normandy Shores Local Government Neighborhood Improvement District representatives and agreed to eliminate the \$500 cap on the highest valued home in the District. The enabling legislation was adopted by the Commission on September 25, 2002. This ensures that the City's contribution from the General Fund remains at 35% of the operating budget of the District.

During FY 1998/99, the amount of annual funding to be provided by the City and the dependent status of the District were issues discussed by the Finance and Citywide Projects Committee. A determination was reached that the City would fund 35% of the annual cost of the operation of the community guard gate. This cost will eventually be funded from the golf course operation of the Normandy Shores Golf Course. The City Attorney's Office is reviewing the issue regarding the dependent status of the District. It was further agreed that the City would continue to supplement the District at current levels until both issues were resolved.

PROCEDURE

The operating millage and budget for this dependent special taxing district must be adopted in accordance with the Florida Statutes. This procedure requires that this Resolution be considered immediately after the tentative millage for Normandy Shores District has been adopted (See accompanying Agenda Item R7B1 for details).

ANALYSIS

The tentative operating budget for the District is as follows:

Revenues	
Ad Valorem Tax	\$ 92,301
City's General Fund	<u>44,362</u>
Total	<u>\$136,663</u>
 Expenses	
Security Service	\$107,200
Add'l cameras & contingency	9,863
Maintenance	<u>19,600</u>
Total	<u>\$ 136,663</u>

At the July 28, 2004 Commission meeting, the Mayor and Commission adopted Resolution 2004-25633, which set the proposed operating millage rate for the District at 1.123 mills. The tentative ad valorem millage recommended by the Administration is 1.003 mills to provide the current level of security required by this district. This tax levy will generate proceeds of \$82,438. The total operating budget to provide security services at the current service level to this district is \$126,800. This is comparable to the current year end projections. The difference between the revenues which will be generated from ad-valorem tax proceeds and the total budgetary requirement of the district must be supplemented by a contribution from the General Fund in the amount of \$44,362 or 35% of the total operating budget for current service levels. The General Fund has funded this difference for each of the ten years since the District was established. The amount provided by the General Fund for this purpose in FY 2003/04 was \$44,042.

In addition, a meeting was held on July 21, 2004 between the Normandy Shores Local Government Neighborhood Improvement Committee and the Administration to discuss additional needs of the neighborhood. The Committee unanimously approved an increase to the budget of \$9,863 to pay for additional security cameras and a small contingency. This additional amount will be paid by establishing the millage at the current rate of 1.123 which will generate revenues of \$92,301. The difference between the recommended millage of 1.003 needed to fund current service levels and the 1.123 will generate \$9,863 to pay for the security cameras and a small contingency. The District's budget will increase by \$9,863 to \$136,663.

CONCLUSION

The City Commission, acting in its capacity as the Board of Directors of the Normandy Shores Local Government Neighborhood Improvement District, should adopt the attached Resolution which establishes a tentative operating budget and schedules the second and final public hearing.

JMG:KGB:JC

A handwritten signature in black ink, appearing to be 'JK' or similar, located below the typed initials JMG:KGB:JC.

RESOLUTION NO. _____

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
NORMANDY SHORES LOCAL GOVERNMENT
NEIGHBORHOOD IMPROVEMENT DISTRICT ADOPTING THE
TENTATIVE OPERATING BUDGET FOR FISCAL YEAR 2004/05
SUBJECT TO A SECOND PUBLIC HEARING SCHEDULED ON
TUESDAY, SEPTEMBER 28, 2004 AT 5:02 P.M.**

WHEREAS, for the purpose of providing security services within the Normandy Shores neighborhood area, the Mayor and City Commission adopted Ordinance No. 93-2881 on October 20, 1993, which authorized the creation of the Normandy Shores Local Government Neighborhood Improvement District (District); and

WHEREAS, for the purpose of providing security services within the District, a tentative budget has been developed to fund projected Fiscal Year (FY) 2004/05 operating expenses; and

WHEREAS, the tentative operating budget has been reviewed by the Board of Directors of the District (Board) to assure its content and scope; and

WHEREAS, on September 9, 2004, a public hearing was held before the Mayor and City Commission, acting as the Board, on the tentative operating millage rate and operating budget for the District for FY 2004/05.

NOW, THEREFORE BE IT DULY RESOLVED BY THE BOARD OF DIRECTORS OF THE NORMANDY SHORES LOCAL GOVERNMENT NEIGHBORHOOD IMPROVEMENT DISTRICT, that the Board hereby adopts the tentative operating budget for the District for FY 2004/05 as summarized herein and listed below, subject to a second public hearing on Tuesday, September 28, 2004 at 5:02 P.M.

Revenues	
Ad Valorem Tax	\$ 92,301
City's General Fund	<u>44,362</u>
Total	<u>\$136,663</u>
Expenses	
Security Service	\$107,200
Add'l cameras & contingency	9,863
Maintenance	<u>19,600</u>
Total	<u>\$136,663</u>

PASSED and ADOPTED this 9th day of September, 2004.

ATTEST:

Secretary to the District

Chairperson of the District

**APPROVED AS TO
FORM & LANGUAGE
& FOR EXECUTION**



City Attorney

8/23/04

Date